THABAZIMBI MUNICIPALITY

FINANCIAL STATEMENTS

2007

THABAZIMBI MUNICIPALITY

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THABAZIMBI MUNICIPALITY

GENERAL INFORMATION

MEMBERS OF THE EXECUTIVE COMMITTEE

Chairperson	Councillor NL Matlou (Mayor)
Member	Councillor IN Keyser
Member	Councillor PA Mosito
Member	Councillor S Mataboge

MEMBERS OF THE COUNCIL

Councillor

NL Matlou (Mayor)

ME Hlalele (Speaker)

AS Khumalo
RA Ramogale
G Modise
S Matsietsa
SM Semaswe
RC du Preez
M Mokonyane
MA Makola
PA Scruton
T Mkansi
EN Ntantiso
D Musi
M Pilane
V Machine
S Manala

GRADING OF LOCAL AUTHORITY

Grade 3 Local Authority

AUDITORS

Office of Auditor-General

BANKERS

ABSA - Thabazimbi

REGISTERED OFFICE

7 Rietbok Street, Thabazimbi 0380
Private Bag X530, Thabazimbi 0380

Tel: (014) 777 1525
Fax: (014) 777 1531

MUNICIPAL MANAGER

TSR NKHUMISE

THABAZIMBI MUNICIPALITY

GENERAL INFORMATION - continued

CHIEF FINANCIAL OFFICER

DM MOYO

BComm - Accounting

APPROVAL OF FINANCIAL STATEMENTS

The financial statements for the year ended 30 June 2007 were approved by the Municipal Manager on 30 August 2007.

TSR NKHUMISE	**DM MOYO**
MUNICIPAL MANAGER	**Chief Financial Officer**

THABAZIMBI MUNICIPALITY

FORWARD 2006/2007

Thabazimbi Local Municipality has managed to draw and submit a financial statement that accounts for the responsibilities of the Municipality and the implementation of Council's programs and projects as contained in the IDP and Budget of the Financial year 2006/2007.

However, it is to be noted that quiet a number of policy requirements for effective financial management process were not yet in place to ensure smooth, accountable and effective financial management and legislative compliance.

Therefore this financial statmenet is a significant improvement on the part of the Municipality towards sound and accountable financial management of the resources on behalf of our people, although it will still have some short comings due to the issues mentioned in th above paragraph.

It is worth noting that the employment of senior officials at Section 57 level in line with the Municipal Systems Act (Act 117 of 1998) has seen tremendous improvement on policy formulation and adoption in addition to the contribution of Siyenza Manje Project through Project Consolidate.

A number of policies such as Supply Chain Management, Credit Control and numerous HR policies have been adopted and 32 by-laws are in a draft stage which will help in the management and control of the Municipal Resources to realize the vision of effective, economic and efficient service to the people.

The sound relationship between the Political leadership and the Administration also create an atmosphere for improvement and focus on the relevant issued.

However, there are still challenges facing the Municipality especially the transformation of the Finance department to be aligned with its responsibility for compliance and management purposes. The filling of critical posts in this department has already started to speedily address these short comings.

Revenue collection has also proven to be a serious challenge which has never received the attention it deserves and therefore the Municipality with the assistance of the Department of Local Government and Housing are developing a Revenue Enhancement Strategy to ensure sustainable service delivery.

Council oversight role has also improved through the timeous submission of financial monthly and quarterly reports. The appointment and resuscitation of the internal audit function will also go a long way in improving financial viability and accountability.

To enhance compliance in the new financial year the Municipality has approved SDBIP's and signed performance agreements with all Section 57 Managers to be reviewed on a quarterly basis.

It is my firm believe that all these measures and others not mentioned here will go a long way in making sure that the Municipality will produce qualitative financial statements that are compliant with the legislative provisions.

THABAZIMBI MUNICIPALITY

INTRODUCTION OF MUNICIPAL MANAGER

Section 92 of the Municipal Finance Management Act 156 of 2003. stipulates as follows:

"92 The Auditor General must audit and report on the accounts, financial statements and financial management of each Municipal Entity.

The Local Gevernment : Municipal Finance Management Act, 2003 - Section 166(1) requires that each Municipality and Municipal Entity must have an Audit Committee. The Audit Committee was constituted by Council. Unfortunately it was non-functional until it was officially disbanded. This poses a very serious treat to the Municipality because it was suppose to advice Council, on the following, just to mention a few, internal financial management, accounting policies, the adequacy, reliability and accuracy of financial reporting and information and Performance Management System".

Section 126 of the Municipal Finance Management Act No 56 of 2003 stipulate as follows:

126(1) The Accounting Officer of a Municipality

(a) must prepare the annual financial statements of the municipality and within two (2) months after the end of financial year to which those statements relate, submit the statements to the Auditor General for auditing, and

(b) must in addition, in the case of a municipality referred to in Section 122(2), prepare consolidated annual financial statements in terms of that section, and within three (3) months after the end of the financial year to which those statements relate, submit the statements to the Auditor General for auditing.

The unaudited financial statements for the financial year 2006/2007 are hereby submitted for auditing by the Auditor General's office.

The Municipality is facing a very serious challenge in terms of operating without an Audit Committee but we are already in the process of finalizing the appointment of the new Audit Committee.

One has to admit that this has been a challenging financial issue for the Municipality in particular the financial controls. We are also preparing ourselves to be GRAP compliant in terms of compiling our Financial Statements for the next financial year.

Let me just take this opportunity to thank the Personnel in the Budget and Treasury Department under the leadership of the Chief Financial Officer in particular the Manager in the Office of the Chief Financial Officer and the Divisional Head - Expenditure.

In conclusion - I want to indicate that there is always a room for improvement.

Thanking you.

TSR NKHUMISE
MUNICIPAL MANAGER

THABAZIMBI MUNICIPALITY

REPORT OF THE AUDITOR-GENERAL

THABAZIMBI MUNICIPALITY

BALANCE SHEET

30 JUNE 2007

	NOTE	2007 R	2006 R
CAPITAL EMPLOYED			
FUNDS AND RESERVES		**7 970 108**	19 126 462
Statutory funds	**1**	**7 970 108**	18 783 031
Reserves	**2**	**-**	343 431
RETAINED SURPLUS	**17**	**18 758 892**	3 336 173
TRUST FUNDS	**3**	**-**	(40 673)
LONG-TERM LIABILITIES	**3**	**18 938 524**	17 820 537
CONSUMER DEPOSITS	**4**	**2 623 983**	2 378 974
		48 291 507	42 621 473
EMPLOYMENT OF CAPITAL			
FIXED ASSETS	**5**	**14 682 237**	12 196 206
INVESTMENTS	**6**	**22 831 417**	23 189 377
LONG-TERM DEBTORS	**7**	**274 298**	586 927
		37 787 952	35 972 510
NET CURRENT ASSETS / LIABILITIES		10 503 555	6 648 963
CURRENT ASSETS		30 964 871	26 363 261
Inventory	**8**	**1 458 530**	1 727 805
Debtors	**9**	**27 375 302**	22 236 243
Debtors: short-term portion		**100 553**	294 638
Investments: short-term portion		**-**	-
Cash	**22**	**22 430**	22 430
Suspense		**2 008 056**	2 082 145
CURRENT LIABILITIES		**20 461 316**	19 714 298
Provisions	**11**	**3 904 311**	3 334 234
Creditors	**12**	**7 990 800**	8 810 443
Loans: short-term portion		**-**	-
Bank overdraft	**22**	**8 566 205**	7 569 621
		48 291 507	42 621 473

TSR NKHUMISE
Municipal Manager

DM MOYO
Chief Financial Officer

THABAZIMBI MUNICIPALITY

INCOME STATEMENT

FOR THE YEAR ENDED 30 JUNE 2007

2006 Actual Income R	2006 Actual Expenditure R	2006 Surplus (Deficit) R	2006 Budget Surplus (Deficit) R		2007 Actual Income R	2007 Actual Expenditure R	2007 Surplus (Deficit) R	2007 Budget Surplus (Deficit) R
				RATE AND GENERAL SERVICES				
54 366 058	53 616 922	749 136	(3 193 135)		**66 357 210**	**60 988 880**	**5 368 330**	**(6 637 748)**
43 100 618	43 648 571	(547 953)	(2 991 347)	Community services	51 496 452	48 493 516	3 002 936	(5 972 892)
181 918	3 204 081	(3 022 163)	(2 788 818)	Subsidised services	226 592	3 237 348	(3 010 756)	(3 144 332)
11 083 522	6 764 270	4 319 252	2 587 030	Economic services	14 634 166	9 258 016	5 376 150	2 479 476
27 608 337	26 440 873	1 167 464	1 028 431	**TRADING SERVICES**	**30 417 514**	**24 604 948**	**5 812 566**	**6 927 074**
81 974 395	80 057 795	1 916 600	(2 164 704)	**TOTAL**	**96 774 724**	**85 593 828**	**11 180 896**	**289 326**
		(13 725 055)		Appropriation, for the year (refer to note 17)			4 241 822	
		(11 808 455)		**Net surplus / (deficit) for the year**			11 180 897	
		15 341 408		Accumulated surplus / (deficit) beginning of the year			3 336 173	
		3 532 953		**Accumulated surplus / (deficit) at end of the year**			**18 758 892**	

(Refer to appendix D and E for more detail)

CASH FLOW STATEMENT

FOR THE YEAR ENDED 30 JUNE 2007

	NOTE	2007 R	2006 R
CASH RETAINED FROM OPERATING ACTIVITIES:		**20 853 954**	(16 973 625)
Cash generated by operations	**18**	**38 404 638**	2 512 613
Investment income		**1 112 149**	454 084
(Increase) / decrease in working capital	**19**	**(4 050 141)**	(15 346 917)
Less: External interest paid	**16**	**(2 538 886)**	(1 436 997)
Cash availible from operations		**32 927 760**	(13 817 217)
Cash contributions from public and state		**(12 073 806)**	(3 156 408)
Nett proceeds on disposal of assets			
CASH UTILISED IN INVESTING ACTIVITIES:			
Investment in fixed assets		**(20 151 762)**	11 135 814
NETT CASH FLOW		**702 192**	(5 837 811)
CASH EFFECTS OF FINANCING ACTIVITIES:			
Increase / (decrease) in Long-term loans	**20**	**523 117**	457 336
Increase / (decrease) in Short-term loans	**3**	**1 117 988**	(1 169 347)
(Increase) / decrease in cash investments	**21**	**(938 913)**	6 506 962
(Increase) / decrease in cash	**22**	**-**	42 860
Nett cash (generated) / utilised		**702 192**	5 837 811

NOTES TO THE FINANCIAL STATEMENTS

30 JUNE 2007

		2007 R	2006 R
1.	**STATUTORY FUNDS**		
	Capital Development Fund	**-**	8 605 433
	Loan Redemption Fund	**7 533 044**	6 952 091
	Insurance Fund	**437 064**	781 970
	Land Trust Fund	**-**	2 060 099
	Endowment - Parks and open spaces	**-**	4 099
	Loans funds - Bursaries	**-**	103 491
	Land Development Suspense Account	**-**	2 082 146
		7 970 108	20 589 329
2.	**RESERVES**		
	Refuse Removal Scheme	**-**	(22 009)
	Parking Areas	**-**	342 821
	Northam Radio Fund	**-**	24 356
	Furniture and Equipment	**-**	-
	Buildings	**-**	(3 836)
	Roads	**-**	-
	Vehicles	**-**	2 100
	Provision Capital Costs		275 848
		-	619 280
3.	**LONG TERM LIABILITIES**		
	Local Registered Stock	**18 859 908**	17 741 920
	Annuity Loans	**78 616**	78 616
	Vehicle Hire Purchase	**-**	-
	Government Loans		
	Less: Current portion transferred to current liabilities		
		18 938 524	17 820 536

(Refer to appendix B for more detail on long term liabilities)

LOCAL REGISTERED STOCK
Bear interest at rates between 13.3% and 17% per annum and are repayable before the year ended 200

ANNUITY LOANS
Bear interest at rates between 5% and 17.2% per annum and are repayable before the year ended 201
Refer to Appendix B and Section 4 of the Treasurer's report.
Note: None of these loans are insured by any of the Municipality's assets

4.	**CONSUMER DEPOSITS - SERVICES**		
	Electricity and Water	**2 623 983**	2 378 974
	Guarantees in lieu of electricity and water deposits	**2 623 983**	**2 378 974**
5.	**FIXED ASSETS**		
	Fixed assets at the beginning of the year	**12 196 206**	124 529 541
	Capital expenditure during the year	**20 151 762**	(235 200)
	Less: Assets written off, transferred or disposed during the yea		-
	Total Fixed Assets	**32 347 968**	124 294 341
	Less: Loans redeemed and other capital receipts	**(17 665 731)**	(112 098 135)
			-
	Net Fixed Assets	**14 682 237**	12 196 206

(Refer to appendix C and Section 3 of the Treasurer's Report for further details on fixed assets

NOTES TO THE FINANCIAL STATEMENTS

30 JUNE 2007

		2007 R	2006 R
6.	**INVESTMENTS**		
	Unlisted	**-**	-
	Paid-up Sanlam policies	**7 533 044**	6 952 091
	Investment	**15 298 373**	16 237 286
	Total Investments	**22 831 417**	23 189 377
7.	**LONG TERM DEBTORS**		
	Loans	**-**	586 927
	Vehicles	**139 242**	-
	Study Loans	**-**	-
	Sale of Stands	**135 056**	-
	Less: Short-term portion transferred to Current debtors	**-**	-
		274 298	586 927
8.	**INVENTORY**		
	Inventory represents consumable stores, raw materials	**1 458 530**	1 727 805
9.	**DEBTORS**		
	Current debtors (consumer and other)	**44 192 845**	37 045 185
	Amounts paid in advance	**270 259**	(1 693 711)
		44 463 104	35 351 474
	Less: Provision for doubtful debts	**(16 716 992)**	(12 820 591)
		27 746 112	22 530 883
10.	**CASH/BANK OVERDRAFT**		
	Primary account	**-**	-
	PHP account	**(304 055)**	-
	Bank	**8 870 260**	-
	Petty Cash	**(22 430)**	-
		8 543 775	-
11.	**PROVISIONS**		-
	Leave pay provision	**3 904 311**	3 334 234
12.	**CREDITORS**		
	Trade creditors	**7 626 402**	7 640 988
	Audit fee provision	**62 073**	(551 624)
	Other deposits	**32 066**	27 368
	Amounts received in advance	**270 259**	1 693 711
		7 990 800	8 810 443

13. ASSESSMENT RATES

	Site valuations as at 30/6/07	**Actual income 2006/2007**	Actual income 2005/2006
Residential	107 078 700	**9 841 925**	7 701 488
Commercial	40 254 200	**8 257 515**	4 423 262
State	2 053 251	**255 678**	240 944
Agriculture	28 008 000	**319 854**	5 887 595
Municipal	9 353 305	**-**	
Other	4 300	**-**	
	186 751 756	**18 674 972**	18 253 289

Valuations on land are performed every four years and the last general valuation came into effect 1 July 2003

NOTES TO THE FINANCIAL STATEMENTS

30 JUNE 2007

		2007 R	2006 R
14.	**COUNCILOR'S REMUNERATION**		
	Mayor's Allowance	**434 693**	411 057
	Speaker	**191 254**	180 865
	Councilors' Allowance	**2 147 359**	1 849 755
	Executive Committee Allowances	**1 119 332**	647 415
	Councilors' Pension Contributions	**290 676**	-
		4 183 314	3 089 092
	SALARIES ALLOWANCES AND BENEFITS MANAGEMENT		
	Municipal Manager	**656 277**	
	Chief Financial Officer	**489 541**	
	Social Services Manager	**475 260**	
	Economic Development and Planning (vacant)	**557 675**	
	Technical Manager (vacant)	**677 123**	
		2 855 876	
	Arrears on rates and services for longer than 90 days		
	Councillor M PILANE R15 097.91		
	Disclosure MFMA Chapter 12 Section 124		
	Concerning councillors, director and officials		
	No entities are concerned		
15.	**AUDITORS' REMUNERATION**		
	Audit Fees		
	- Current Year	**735 568**	601 650
	- Underprovision prior year		
		735 568	601 650
16.	**FINANCE TRANSACTIONS**		
	Total external interest earned or paid:		
	Interest earned	**1 112 149**	454 084
	Interest paid	**2 538 886**	1 436 997
	Capital charges debited to operating account		
	Interest:	**(2 538 886)**	1 436 997
	- External	**(2 538 886)**	1 436 997
	- Internal	**-**	
	Redemption	**523 117**	457 334
	- External	**523 117**	457 334
	- Internal	**-**	
		(2 015 769)	2 348 415
17.	**APPROPRIATIONS**		
	APPROPRIATION ACCOUNT		
	Accumulated surplus at beginning of year	**3 336 173**	15 341 408
	Operating (deficit)/surplus for the year	**11 180 897**	1 916 600
	Appropriations for the year	**4 241 822**	(13 528 275)
	Accumulated surplus at end of year	**18 758 892**	3 336 173
	OPERATING ACCOUNT		
	Capital expenditure		-
	Contributions to:		-
	Provision : Doubtful debt	**4 042 883**	6 091 242
	Provision : Leave	**784 222**	1 146 598
	Inter Govermental Grant	**-**	2 523 494
	Assets	**-**	
	Creditors	**-**	
	Adj: Debtors / Creditors	**4 241 822**	-
		-	
		9 068 927	9 761 334

NOTES TO THE FINANCIAL STATEMENTS

30 JUNE 2007

	2007 R	2006 R
18. CASH GENERATED BY OPERATIONS		
(Deficit)/Surplus for the year	**11 180 897**	1 916 600
Adjustments in respect of:		
Previous years' operating transactions	**4 241 822**	(13 725 055)
Appropriations charged against income:	**8 398 127**	11 919 308
- Capital Development Fund	**-**	
- Loans redemption Fund	**580 953**	517 046
- Reserve Working Capital	**4 042 883**	6 091 242
- Accrued leave	**-**	1 146 598
- Gratuity Fund	**-**	-
- Town Planning Fund	**-**	
- Community Facilities Fund	**-**	
- Insurance Fund	**553 195**	
- Provisions and Reserves	**-**	-
- Fixed Assets	**3 221 096**	4 164 422
Capital Charges:	**3 062 003**	1 924 359
Interest paid		
- to internal funds	**-**	30 028
- on external funds	**2 538 886**	1 436 997
Redemption		
- of internal advances		
- of external loans	**523 117**	457 334
Investment income (operating account)	**1 112 149**	(454 084)
Grants and Subsidies (operating account)	**22 215 717**	
Non-operating income / (expenditure)		
Statutory Funds	**(11 671 225)**	(737 055)
Reserves	**(645 125)**	(215 113)
Trust funds	**(42 922)**	(518 438)
Provisions	**553 195**	1 146 598
	38 404 638	2 512 613
19. (INCREASE)/DECREASE IN WORKING CAPITAL		
(Increase)/Decrease in inventory	**269 275**	(599 358)
(Increase)/Decrease in debtors	**(5 139 059)**	11 479 247
(Increase)/Decrease in creditors	**819 643**	4 467 028
	(4 050 141)	15 346 917
20. (INCREASE)/DECREASE IN LONG-TERM LOANS (External)		
Loans raised	**-**	
Loans repaid	**523 117**	457 336
	523 117	457 336
21. (INCREASE)/DECREASE IN CASH INVESTMENTS (External)		
Investments realised	**(938 913)**	6 506 962
Investments made	**-**	-
	(938 913)	6 506 962
22. (INCREASE)/DECREASE IN CASH ON HAND		
Cash balance at beginning of year	**22 430**	-
Less: Cash Balance at end of year	**(22 430)**	-
	-	-

23 Other compulsory disclosures

No entities are concerned

No contributions to organised local government were made

No outstanding amounts at the end of the financial year

Total amounts paid:

Audit Fees	**735 538**
Taxes	**3 589 172**
Levies	**0**
Duties	**0**
Pension	**3 439 509**
Medical Aid	**1 152 566**

No outstanding amounts at the end of the financial year

NOTES TO THE FINANCIAL STATEMENTS

30 JUNE 2007

	2007 R	2006 R
Fruitless and wastefull expenditure		
Prepaid meters Rooiberg	**120 000**	
MV/LV Network Thabazimbi	**1 680 755**	
Bulk Water Rooiberg (Pipes) (Recovered by retention monies)	**469 122**	
	2 269 877	
Unauthorised expenditure		
Operating budget	**4 577 684**	
Services Regorogile Ext 6 & 7 Water and Sewer	**4 443 731**	
Civic Centre	**150 600**	
	9 172 015	

A committee was appointed by Council to investigate fruitless, wastefull and unauthorised expenditure but the outcome is stil pending. No criminal or disciplinary steps were taken at this stage. No material losses were recovered or written off except the pipes on the Bulk Water at Rooiberg.

THABAZIMBI MUNICIPALITY

APPENDIX A

STATUTORY FUNDS, TRUST FUNDS, RESERVES AND PROVISIONS 2007

	Balance at 30-Jun-2006 R	Contributions during the year R	Interest on investments R	Other income R	Expenditure during the year R	Balance at 30-Jun-2007 R
STATUTORY FUNDS						
Capital Development fund	8 605 433				(8 605 433)	**-**
Loan Redemption Fund	6 952 091			580 953		**7 533 044**
Insurance fund	781 971			553 195	(898 103)	**437 063**
Land Trust fund	2 060 099			-	(2 060 099)	**-**
Endowment - Parks	4 099				(4 099)	**-**
Loans funds - Bursaries	103 491				(103 491)	**-**
Land Development Suspense	-			-	-	**-**
	18 507 184	-	-	1 134 148	(11 671 225)	**7 970 107**
TRUST FUNDS						
Equitable Share	-					**-**
Cemetery	-					**-**
Refuse Dumping Site	42 922				(42 922)	**-**
Water Supply / Sewerage	(83 595)			83 595	-	**-**
	(40 673)	-	-	83 595	(42 922)	**-**
RESERVES						
Refuse Removal Scheme	(22 009)			22 009		**-**
Parking Areas	342 821				(342 821)	**-**
Northam Radio Fund	24 356				(24 356)	**-**
Provision Capital Costs	275 848				(275 848)	**-**
Buildings	(3 836)			3 836	-	**-**
Roads	-					**-**
Vehicles	2 100				(2 100)	**-**
	619 280	-	-	25 845	(645 125)	**-**

APPENDIX B

EXTERNAL LOANS AND INTERNAL ADVANCES 2007

		Balance at 30-Jun-2006 R	Received during the year R	Expenditure during the year R	Balance at 30-Jun-2007 R
OPENBARE WERKE - SANLAM	952/023/0234	115 156			**115 156**
OPENBARE WERKE - DBSA	952/023/0236	5 702 991		(196 106)	**5 506 885**
OPENBARE WERKE - DBSA	952/023/0237	239 118		(7 978)	**231 140**
VEHICLE LEASE ABSA	952/025/251	-	1 249 143	(957 372)	**291 771**
RIOOL - SSK24	952/024/0246	2 858		-	**2 858**
RIOOL - SSK28	952/024/0247	6 811		-	**6 811**
RIOOL - SANLAM	952/024/0250	420 652			**420 652**
RIOOL - DBSA	952/024/0251	727 818		(38 885)	**688 933**
HUISE MUN AMPTENARE	952/036/0362	(234 725)			**(234 725)**
PARKE - SANLAM	952/061/0612	1 008 406			**1 008 406**
ELEKTRISITEIT - SSK NO12	952/091/0901	-			**-**
ELEKTRISITEIT - SSK N18	952/091/0902	1 494 565		(81 275)	**1 413 290**
ELEKTRISITEIT - LENINGSFONDS	952/091/0904	19 097			**19 097**
ELEKTRISITEIT - SSK N23	952/091/0907	50 017			**50 017**
ELEKTRISITEIT - SANLAM	952/091/0911	493 330			**493 330**
ELEKTRISITEIT - SDR	952/091/0912	38 599			**38 599**
ELEKTRISITEIT - DBSA	952/091/0913	543 875		(18 145)	**525 730**
WATER - SSK17	952/092/0921	(24 279)		-	**(24 279)**
WATER - SANLAM	952/092/0928	248 831			**248 831**
WATER - SANLAM	952/092/0929	282 625			**282 625**
LEEUPOORT	952/094/0941	1 293 710		(120 839)	**1 172 871**
NORTHAM	952/095/0951	261 154		(10 965)	**250 189**
NORTHAM	952/097/0971	42 558		(27 965)	**14 593**
ELEKTRISITEIT - 6	952/976/0006	183 844			**183 844**
ELEKTRISITEIT - 8	952/976/0008	2 620 619			**2 620 619**
ELEKTRISITEIT - 6SBG	952/976/0066	826 537			**826 537**
PAVING DBSA 2006	952/023/0231	1 377 753	1 328 375		**2 706 128**
		17 741 920	**2 577 518**	**(1 459 530)**	**18 859 908**
CDF					**-**
ELEKTRISITEIT - NORTHAM	953/105/0001	1 808			**1 808**
ELEKTRISITEIT - LEEUPOORT	953/106/0001	11 567			**11 567**
ELEKTRISITEIT - LEEUPOORT	953/107/0001	65 241			**65 241**
		78 616	-	-	**78 616**
					-
TOWN PLANNING					**-**
DELGINGSFONDS INCA	DELGINGSFONDS INCA	-			**-**
		-	-	-	**-**
					-
TOTAL LOANS OUTSTANDING		**17 820 536**	**2 577 518**	**(1 459 530)**	**18 938 524**

APPENDIX C

ANALYSIS OF FIXED ASSETS 2007

Expenditure 2006	SERVICE	Budget 2006	Balance at 30-Jun-2006	Expenditure 2007	Written off Transferred or redeemed during year	Balance at 30-Jun-2007
R		R	R	R	R	R
12 920 227	**RATE AND GENERAL SERVICES**	14 328 000	79 746 351	20 151 762	**-**	**99 898 113**
11 028 661	**Community Services**	12 158 000	56 770 895	16 376 246	-	**73 147 141**
-	Community Services	950 000	1 634 910	-		**1 634 910**
-	Data Processing	-	33 314	-		**33 314**
-	Clinic		41 350	-		**41 350**
-	Public Health		14 067	-		**14 067**
-	Public Services		-			**-**
-	Council General Expenditure		435 851	400 000		**835 851**
145 329	Corporate Services	3 170 000	390 227	-		**390 227**
	Municipal Manager		80 253	-		**80 253**
-	Development and Planning	210 000	18 199	44 639		**62 838**
4 884 454	Technical Services	7 300 000	20 507 240	2 954 712		**23 461 952**
-	Building Control		435 792	-		**435 792**
805	Finance		236 362	-		**236 362**
-	Protection Services	-	277 023	604 305		**881 328**
-	Mechanical Workshop		2 220 569	1 249 143		**3 469 712**
4 273 324	Rooiberg	-	11 952 703	9 831 676		**21 784 379**
30 243	Leeupoort	378 000	3 356 467	35 300		**3 391 767**
1 599 913	Northam	150 000	15 041 975	1 256 471		**16 298 446**
94 593	Fire	-	94 593	-		**94 593**
-	**Subsidised Services**	-	3 140 800	-	-	**3 140 800**
	Library		37 756	-		**37 756**
-	Parks and Recreation	-	3 103 044	-		**3 103 044**
1 891 566	**Economic Services**	2 170 000	19 834 656	3 775 516	-	**23 610 172**
	Licensing		99 199	-		**99 199**
-	Stores	-	27 591	-		**27 591**
	Municipal Properties		14 031 711	150 600		**14 182 311**
	Municipal Houses		225 000			**225 000**
1 891 566	Sewerage	1 870 000	5 200 446	3 624 916		**8 825 362**
	Refuse	300 000	232 265	-		**232 265**
	Cemetery		18 444			**18 444**
2 901 123	**TRADING SERVICES**	7 293 000	44 547 990	-	-	**44 547 990**
2 332 237	Electricity	2 943 000	21 832 905	-		**21 832 905**
568 886	Water	4 350 000	22 715 085	-		**22 715 085**
15 821 350	**TOTAL FIXED ASSETS**	21 621 000	124 294 341	20 151 762	**-**	**144 446 103**
19 304 099	**LESS: CAPITAL REDEEMED AND OTHER CAPITAL RECEIPTS**	**22 268 314**	**112 098 135**	**17 665 731**	**-**	**129 763 866**
457 335	Loans redeemed and advances paid	540 314	15 500 553	1 460 923		**16 961 476**
4 164 422	Contribution ex operating income	5 330 000	9 686 961	3 035 174		**12 722 135**
14 682 342	Grants and subsidies	16 398 000	86 910 621	13 169 634	-	**100 080 255**
(3 482 749)	**NET FIXED ASSETS**	(647 314)	12 196 206	2 486 031	-	**14 682 237**

THABAZIMBI MUNICIPALITY

APPENDIX D

ANALYSIS OF OPERATING INCOME AND EXPENDITURE

FOR THE YEAR ENDED 30 JUNE 2007

Actual 2006		Actual 2007	Budget 2007
	INCOME		
	Government and Provincial grants and subsidies		
16 533 609	- Equitable shares	19 792 289	19 792 000
	Operating income		
17 550 170	- Assesment rates	18 994 022	19 432 995
17 183 411	- Sale of Electricity	18 854 194	17 960 949
10 424 926	- Sale of Water	12 286 554	12 079 587
20 282 278	- Other income	26 847 665	25 020 897
81 974 394		**96 774 724**	**94 286 428**
	EXPENDITURE		
25 664 144	Salaries, wages and allowances	32 633 597	3 890 383
	General expenses		
8 416 749	- Purchases of Electricity	9 614 826	8 912 841
6 233 900	- Purchases of Water	7 096 860	6 414 673
25 489 770	- Other general expenses	30 391 985	34 142 433
8 428 450	Repairs and maintenance	7 303 051	7 862 669
3 052 429	Capital charges	3 166 099	3 771 445
4 164 422	Contribution to fixed assets	3 221 096	3 867 450
7 149 640	Contributions	5 006 811	7 575 703
88 599 504	**Gross expenditure**	**98 434 325**	**76 437 597**
(8 541 711)	Less: Amounts charged out	(12 840 497)	(12 003 280)
80 057 793	**NET EXPENDITURE**	**85 593 828**	**64 434 317**

THABAZIMBI MUNICIPALITY

APPENDIX E

DETAILED INCOME STATEMENT

FOR THE YEAR ENDED 30 JUNE 2007

2006 Actual Income	2006 Actual Expenditure	2006 Surplus (Deficit)		2007 Actual Income	2007 Actual Expenditure	2007 Surplus (Deficit)	2007 Budget Surplus (Deficit)
R	R	R		R	R	R	R
54 366 058	**53 616 922**	**749 136**	**RATE AND GENERAL SERVICES**	**66 357 210**	**60 988 880**	**5 368 330**	**(6 637 748)**
43 100 618	43 648 571	(547 953)	**Community Services**	51 496 452	48 493 516	3 002 936	(5 972 892)
-	-	-	Building Control	463 834	315 458	148 376	(111 059)
-	377 004	(377 004)	Data Processing	-	(159 424)	159 424	-
-	756 982	(756 982)	Clinic	-	594 482	(594 482)	-
17 550 170	-	17 550 170	Assessment rates	14 944 294	-	14 944 294	15 238 667
20 930	554 589	(533 659)	Public Health	-	483 454	(483 454)	-
21 957	6 294 548	(6 272 591)	Technical Services	50 872	6 452 937	(6 402 065)	(6 670 911)
16 690 942	16 175 758	515 184	Council General Expenditure	20 194 889	20 784 342	(589 453)	(3 790 727)
3 307	1 179 708	(1 176 401)	Corporate Services	2 390	(725 248)	727 638	757
-	329 348	(329 348)	Municipal Manager	-	(485 420)	485 420	1 672
1 781 302	2 551 035	(769 733)	Planning and Development	13 983	1 749 384	(1 735 401)	(2 731 511)
4 827 179	4 374 112	453 067	Finance	5 623 618	3 967 967	1 655 651	(107 154)
80 080	2 094 040	(2 013 960)	Protection Services	94 930	2 888 760	(2 793 830)	(3 416 293)
-	578 217	(578 217)	Mechanical Workshop	-	135 913	(135 913)	-
5 592	1 278 122	(1 272 530)	Community Services	7 150	1 667 816	(1 660 666)	(2 089 446)
			Fire	133 452	201 768	(68 316)	-
2 119 159	7 105 108	(4 985 949)	Other	9 967 040	10 621 327	(654 287)	(2 296 887)
181 918	**3 204 081**	**(3 022 163)**	**Subsidised Services**	**226 592**	**3 237 348**	**(3 010 756)**	**(3 144 332)**
129 342	233 155	(103 813)	Cemetery	152 047	178 083	(26 036)	(213 091)
36 273	292 208	(255 935)	Library	58 463	243 744	(185 281)	(260 450)
16 303	2 678 718	(2 662 415)	Parks and Recreation	16 082	2 815 521	(2 799 439)	(2 670 791)
11 083 522	**6 764 270**	**4 319 252**	**Economic Services**	**14 634 166**	**9 258 016**	**5 376 150**	**2 479 476**
2 876 852	1 954 503	922 349	Licensing	3 610 350	2 270 056	1 340 294	(605 577)
4 747	(347 120)	351 867	Stores	364	(204 281)	204 645	-
350 338	599 188	(248 850)	Municipal Properties	1 083 337	798 011	285 326	(297 803)
4 528 659	1 721 590	2 807 069	Sewerage	5 040 342	3 290 333	1 750 009	2 641 650
3 322 926	2 836 109	486 817	Refuse	4 899 773	3 103 897	1 795 876	741 206
27 608 337	**26 440 873**	**1 167 464**	**TRADING SERVICES**	**30 417 514**	**24 604 948**	**5 812 566**	**6 927 074**
17 183 411	15 497 325	1 686 086	Electricity	20 021 877	14 684 244	5 337 633	6 044 867
10 424 926	10 943 548	(518 622)	Water	10 395 637	9 920 704	474 933	882 207
81 974 395	**80 057 795**	**1 916 600**	**TOTAL**	**96 774 724**	**85 593 828**	**11 180 896**	**289 326**
		(13 725 055)	Appropriation, for the year (refer to note 17)			**4 241 822**	
		(11 808 455)	**Net surplus / (deficit) for the year**			**11 180 897**	
			Stores Operating Capital			-	
		15 341 408	Accumulated surplus / (deficit) beginning of the year			**3 336 173**	
			Contribution to stores operating capital				
		3 532 954	**Retained surplus / (deficit) at end of the year**			**18 758 892**	

APPENDIX F
GENERAL STATISTICS

	2007	2006
Population	**70 532**	**72 311**
Number of registered votes		
Area (km2)	**-**	**-**
Total valuations:		
- Taxable	**30 061 251**	**40 919 800**
- Non Taxable	**9 357 605**	**608 900**
- Residential	**107 078 700**	**49 080 200**
- Commercial	**40 254 200**	**39 783 200**
Number of properties		
- Residential	**9 584**	**-**
- Commercial	**282**	**-**
- Other	**-**	**-**
Number of employees	**229**	**208**
Electricity		
Units (kWh) Purchased (R)	**39 738 095**	**49 057 510**
Units (kWh) Sold (R)	**34 973 268**	**65 612 905**
Units (kWh) lost through distribution (R)	**4 764 827**	**16 555 395**
Percentage lost through distribution	**13.62%**	**25.23%**
Water		
Kl purchased (R)	**7 096 862**	**3 405 095**
Units (Kl) Sold ® (Rand)	**13 088 125**	**5 737 282**
	-	**2 332 187**
Percentage lost through distribution	**11.00%**	**40.65%**